

SENATOR SCHELLPEPER: I think it's printed in the Journal, or not?

CLERK: The one we're on?

SENATOR SCHELLPEPER: No, it is not printed.

SENATOR CHAMBERS: Well let me ask you some questions from your memorandum for my purposes then.

SENATOR SCHELLPEPER: Yes.

SENATOR CHAMBERS: If you come down into the second paragraph, this is the sentence that I want to ask you about first.

SENATOR SCHELLPEPER: Sure.

SENATOR CHAMBERS: "Under current law a pro rata share of the taxes are returned to the owner only if the car is sold or the owner changes residence." Now what does this changes residence refer to? Does that mean you move out of the city, I mean out of that taxing jurisdiction?

SENATOR SCHELLPEPER: You're right, right.

SENATOR CHAMBERS: Okay. Then the next sentence, "since technically no sale takes place when a leased vehicle is surrendered."

SENATOR SCHELLPEPER: That means that if you would not go to the termination of your lease, if you would turn it over sooner.

SENATOR CHAMBERS: Well, if I lease a car, see, I'm not in that high income group, category, where I can lease a car, but if you lease a car do you pay sales tax on it?

SENATOR SCHELLPEPER: Yes.

SENATOR CHAMBERS: Okay, the one leasing it, and if you turn it back, if you lease it for a year you pay sales tax for a year or for...okay, for the whole year?

SENATOR SCHELLPEPER: You pay the sales tax but...on the value, but if it doesn't run through the whole term, there is no refund for sales tax. If you lease a car, you pay the up-front sales